

**Unaudited Financial Statements
for the Year Ended 31 March 2019
for
Sovereign Strategy Limited**

Haines Watts
Chartered Accountants
17 Queens Lane
Newcastle upon Tyne
Tyne and Wear
NE1 1RN

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for the Year Ended 31 March 2019**

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Sovereign Strategy Limited
Company Information
for the Year Ended 31 March 2019

DIRECTORS:

Mr I Malcolm
Mr A J Donnelly

SECRETARY:

Mr I Malcolm

REGISTERED OFFICE:

17 Queens Lane
Newcastle upon Tyne
Tyne and Wear
NE1 1RN

REGISTERED NUMBER:

03820426 (England and Wales)

ACCOUNTANTS:

Haines Watts
Chartered Accountants
17 Queens Lane
Newcastle upon Tyne
Tyne and Wear
NE1 1RN

Sovereign Strategy Limited (Registered number: 03820426)

**Balance Sheet
31 March 2019**

	Notes	2019 £	£	2018 £	£
FIXED ASSETS					
Tangible assets	5		<u>5,498</u>		<u>5,628</u>
			5,498		5,628
CURRENT ASSETS					
Debtors	6	492,040		490,208	
Cash at bank		<u>11,536</u>		<u>1,653</u>	
		503,576		491,861	
CREDITORS					
Amounts falling due within one year	7	<u>336,361</u>		<u>325,074</u>	
NET CURRENT ASSETS			<u>167,215</u>		<u>166,787</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			172,713		172,415
CREDITORS					
Amounts falling due after more than one year	8		<u>21,024</u>		<u>20,000</u>
NET ASSETS			<u>151,689</u>		<u>152,415</u>
CAPITAL AND RESERVES					
Called up share capital			127		127
Share premium			699,975		699,975
Profit and loss account			<u>(548,413)</u>		<u>(547,687)</u>
SHAREHOLDERS' FUNDS			<u>151,689</u>		<u>152,415</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2019 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Profit and Loss Account has not been delivered.

The financial statements were approved by the Board of Directors on 10 December 2019 and were signed on its behalf by:

Mr I Malcolm - Director

Mr A J Donnelly - Director

**Notes to the Financial Statements
for the Year Ended 31 March 2019**

1. STATUTORY INFORMATION

Sovereign Strategy Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for providing management consultancy services, stated net of discounts and of value added tax.

The company recognises revenue when the amount of revenue can be measured reliably and when it is probable that future economic benefits will flow to the company.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.
Plant and machinery etc - 25% on reducing balance and 15% on reducing balance

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses.

Impairment of assets

At each reporting date fixed assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in profit and loss.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period.

Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities and other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Current and deferred tax assets and liabilities are not discounted.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2019

3. ACCOUNTING POLICIES - continued

Financial instruments

The company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties, loans to related parties and investments on non-puttable ordinary shares.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in profit or loss.

Employee benefits

Short term employee benefits are recognised as an expense in the period in which they are incurred.

Leasing

Rentals payable under operating leases are charged to profit or loss on a straight line basis over the term.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 7 (2018 - 7) .

5. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 April 2018	146,561
Additions	1,703
At 31 March 2019	<u>148,264</u>
DEPRECIATION	
At 1 April 2018	140,933
Charge for year	1,833
At 31 March 2019	<u>142,766</u>
NET BOOK VALUE	
At 31 March 2019	<u>5,498</u>
At 31 March 2018	<u>5,628</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade debtors	97,001	83,614
Amounts owed by group undertakings	21,250	-
Other debtors	<u>373,789</u>	<u>406,594</u>
	<u>492,040</u>	<u>490,208</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade creditors	72,626	80,233
Taxation and social security	60,131	58,702
Other creditors	<u>203,604</u>	<u>186,139</u>
	<u>336,361</u>	<u>325,074</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2019 £	2018 £
Other creditors	<u>21,024</u>	<u>20,000</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2019

8. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR - continued**

	2019 £	2018 £
Amounts falling due in more than five years:		
Repayable otherwise than by instalments		
Other loans	<u>20,000</u>	<u>20,000</u>

9. **LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2019 £	2018 £
Within one year	10,768	110,513
Between one and five years	<u>897</u>	<u>17,298</u>
	<u>11,665</u>	<u>127,811</u>

10. **DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to directors subsisted during the years ended 31 March 2019 and 31 March 2018:

	2019 £	2018 £
Mr A J Donnelly		
Balance outstanding at start of year	119,017	-
Amounts advanced	95,572	119,017
Amounts repaid	(214,589)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>-</u>	<u>119,017</u>
Mr I Malcolm		
Balance outstanding at start of year	12,612	-
Amounts advanced	56,010	14,149
Amounts repaid	(13,121)	(1,537)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>55,501</u>	<u>12,612</u>

Loans are interest free unsecured and repayable on demand.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.